Industrial Entrepreneurs Memoranda (IEMs)

During the month of October 2016, 150 IEMs had been filed with proposed investment of 41630 crore as against 94 IEMs with 13884 crore during October 2015.

Of these, Orissa with proposed investment of 13611 crore, Andhra Pradesh with proposed investment of 8829 crore and Karnataka with proposed investment of 6443 crore are the leading States during the month.

Investment intentions reflect preference for Electrical equipment, Chemicals (other than fertilisers), and Miscellaneous mechanical & engineering industries with proposed investment of 34285 crore (82.36%), 1116 (2.68%) and 930 (2.23%) respectively.

Implementation of IEMs

During the month of October 2016, 34 IEMs with 2351 crore reported implementation as compared to month of October 2015, 26 IEMs with 11,796 crore have been reported.

During the year from January to October 2016, 416 IEMs with proposed investment of 83860 crores have reported implementation as compared to 359 IEMs with 65,953 Crore in comparison with the corresponding period in previous year.

Since the inception of filing of IEM in 1991 till the end of October 2016, a total of 11828 IEMs with an investment of 725855 crore have reported implementation.

Industrial Licences (DILs)

As a measure of simplification of procedures, the Department is granting Industrial Licences directly since December, 2003, for all applications, except for those items which were exclusively reserved for Small Scale Industries. 726 such Direct Industrial Licences (DILs) have been issued for licensable items (viz- (i) Distillation and brewing of alcoholic drinks; (ii) Cigars and cigarettes of tobacco and manufactured tobacco substitutes; (iii) Electronic aerospace and Defence equipment: all types; (iv) Industrial explosives including detonating fuses, Safety Fuses, gun powder, nitrocellulose and matches; (v) Hazardous chemicals: viz. (a) Hydrocyanic acid and its Derivatives; (b) Phosgene and its derivatives; (c) Isocyanates and diisocyanates of hydrocarbon, not elsewhere specified (example: Methyl Isocyanate)) with a proposed investment of 35829 crore till the end of October 2016. During January and October 2016, 27 DILs with proposed investment of 3664 crore have been issued.

Letters of Intent (LOIs): Letters of Intent were issued for SSI items proposed for manufacture by non-SSI category industrial undertakings; subsequently converted into an Industrial Licence (having Export Obligation) on fulfilment of requisite conditions.

However, as per this department’s Notification No.998(E), dt. 10.4.2015, the Department has dereserved the list of all items reserved for exclusive manufacture in Small Scale Sector from the list of items under compulsory licensing. Hence, now no LOIs are required.